
Health Services and Development Agency Communique

**A MONTHLY PUBLICATION OF THE
HEALTH SERVICES AND DEVELOPMENT AGENCY**

Andrew Jackson State Office Building

500 Deaderick Street, Suite 850

Nashville, TN 37243

615.741.2364

**APRIL
2012**

**For Meeting verification/change or agenda information, please call
the Agency Office or check our website at www.tn.gov/hsda**

HEALTH SERVICES & DEVELOPMENT AGENCY

**Chair..... Carl Koella, III
Vice-Chair D. Lynn Johnson
Executive Director Melanie Hill
General Counsel James B. Christoffersen**

**Department of Health, Division of Health Statistics,
Office of Policy, Planning and Assessment
615.741.1954**

**Department of Mental Health,
Office of Policy Planning
615.532.6500**

Office Hours are 8:00 a.m. to 4:30 p.m., Central Time, Monday through Friday

ALL RECORDS ARE PUBLIC INFORMATION

CALENDAR

The Health Services and Development Agency will be closed in 2012 on the following days:

Monday, January 2 – New Year's Day observed
 Monday, January 16 – Martin Luther King Day
 Monday, February 20 – President's Day
 Friday, April 6 – Good Friday
 Monday, May 28 – Memorial Day
 Wednesday, July 4 – Independence Day
 Monday, September 3 – Labor Day

* Monday, October 8 – Columbus Day *"substituted for the day after Thanksgiving at the Governor's discretion."*
 Monday, November 12 – Veteran's Day observed
 Thursday, November 22 – Thanksgiving Day
 * Friday, November 23 – *substituted for Columbus Day*
 Monday, December 24 – Christmas Eve
 Tuesday December 25 – Christmas Day
 Monday, December 31 – New Year's Eve

2012 REVIEW CYCLE				
2012 Cycle	Publication Dates- Letter of Intent	Application	HSDA Meeting Dates	* End of Appeal Period
January 2012	12/01/11-12/10/11	5 days after Publication	03/28/12	04/12/12
February 2012	01/01/12-01/10/12	"	04/25/12	05/10/12
March 2012	02/01/12-02/10/12	"	05/23/12	06/07/12
April 2012	03/01/12-03/10/12	"	06/27/12	07/12/12
May 2012	04/01/12-04/10/12	"	07/25/12	08/09/12
June 2012	05/01/12-05/10/12	"	08/22/12	09/06/12
July 2012	06/01/12-06/10/12	"	09/26/12	10/11/12
August 2012	07/01/12-07/10/12	"	10/24/12	11/08/12
September 2012	08/01/12-08/10/12	"	11/14/12	11/29/12
October 2012	09/01/12-09/10/12	"	12/12/12	1/03/13
November 2012	10/01/12-10/10/12	"	01/23/13	02/07/13
December 2012	11/01/12-11/10/12	"	02/27/13	03/13/13

In the event that the last appropriate filing date falls on a Saturday, Sunday, or legal holiday, such filing should occur on the preceding business day.

* Appeal deadline is 15 days after meeting date

STATE OF TENNESSEE POLICY OF NON-DISCRIMINATION

PURSUANT TO THE STATE OF TENNESSEE'S POLICY OF NON-DISCRIMINATION, THE HEALTH SERVICES AND DEVELOPMENT AGENCY DOES NOT DISCRIMINATE ON THE BASIS OF RACE, SEX, RELIGION, COLOR, NATIONAL OR ETHNIC ORIGIN, AGE, DISABILITY OR MILITARY SERVICE IN ITS POLICIES OR IN THE ADMISSION OR ACCESS TO, OR TREATMENT OR EMPLOYMENT IN, ITS PROGRAMS, SERVICES OR ACTIVITIES.

EQUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY EEO/AA COORDINATOR OR OFFICER, HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364. ADA INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY'S ADA COORDINATOR: JAMES CHRISTOFFERSEN, HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364.

HEALTH SERVICES AND DEVELOPMENT AGENCY MEETINGS

**THSDA Meetings are scheduled to be held at
8:30 a.m. CDT/CST
at the following locations:**

April – May *

**AT&T Tower
Main Auditorium
333 Commerce Street
Nashville, TN**

June – December

**Legislative Plaza
Room 12
Sixth Avenue North & Union Street
Nashville, TN**

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- * Meeting locations are subject to change**
- ** All meetings of the Health Services and Development Agency are posted on the Agency's website at www.tn.gov/hsda**

EXECUTIVE DIRECTOR'S ANNOUNCEMENTS:

PLEASE NOTE:

In order that the Agency members may have sufficient time to review the meeting packet, please submit all support, rebuttal and comments for matters on the Agency's agenda no later than noon (Central Time) on the thirteenth day before the meeting at which that matter will be Heard. The parties are encouraged to provide 28 copies. In accordance with T.C.A., Section 68-11-1609(g)(1), any health care institution wishing to oppose a Certificate of Need application must file a written objection with the Agency and serve a copy on the applicant no later than fifteen days before the agency meeting at which time the application is originally scheduled.



RESULTS OF APPLICATIONS HEARD AT THE MARCH MEETING

NHC at Indian Path
2300 Pavilion Drive
Kingsport (Sullivan County), TN 37660
CN1106-022
Contact Person: Bruce K. Duncan, Assistant Vice President
Phone No.: 615-890-2020
DEFERRED FROM SEPTEMBER MEETING
DEFERRED FROM DECEMBER MEETING
WITHDRAWN

The establishment of a new thirty (30)* bed nursing home certified for Medicare participation. The project will be located in the existing building at the site of the old Indian Path Pavilion.
\$ 7,060,851.00
* These beds are subject to the 125 Nursing Home Bed Pool for 2010 – 2011.

Alexian Village Health and Rehabilitation Center
622 Alexian Way
Signal Mountain (Hamilton County), TN 37377
CN1110-042
Contact Person: Christopher C. Puri, Esq.
Phone No.: 615/252-4643
DEFERRED FROM JANUARY MEETING
APPROVED

The replacement of the existing 114-bed nursing home. The proposed new facility will remain on the Alexian Village of Tennessee campus, moving from 671 to 622 Alexian Way, Signal Mountain (Hamilton County), TN 37377. There will be no change in the number of beds at the facility, no new services will be initiated, and no services will be discontinued.
\$ 22,658,154.00

St. Thomas Outpatient Imaging - St. Thomas
4230 Harding Place, Suite 200
Nashville (Davidson County), TN 37205
CN1110-039
Contact Person: Noel Falls, Consultant
Phone No.: 251-929-1003
APPROVED

The establishment of an outpatient diagnostic center (ODC) in 7,737 gross square feet of leased space within a medical office building located on the campus of St. Thomas Hospital. The ODC will be established through construction and renovations. The facility will augment diagnostic imaging services currently provided by St. Thomas Hospital and will provide radiographic/fluoroscopic imaging, CT scanning, ultrasound imaging, and MRI services.
\$ 4,180,545.00

St. Thomas Outpatient Imaging - Baptist
300 20th Avenue North, Suite 202
Nashville (Davidson County), TN 37203
CN1112-052
Contact Person: Sarah Lodge Tally, Esq.
Phone No.: 615-244-9270
APPROVED

The initiation of PET/CT services and the acquisition of PET/CT equipment. If approved, Baptist Hospital will retire its PET/CT and all PET scans performed on the Baptist campus will be at St. Thomas Outpatient Imaging-Baptist. The project does not contain any other type of major medical equipment or seek to initiate any other health service.
\$ 895,598.00

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APPLICATIONS TO BE HEARD AT THE MARCH MEETING

GENERAL COUNSEL'S REPORT

Johnson County Community Hospital
Mountain City (Johnson County), TN
CN0809-069A
Contact Person: Allison Rogers, Strategic Planning
Phone No.: 423-431-6111

APPROVED

Request for modification for the mobile MRI services limitation to increase from two (2) days per month to four (4) days per month. This project was approved on December 18, 2008 for the initiation of magnetic resonance imaging (MRI) services limited to two (2) days per month.

Natchez Surgery Center
Dickson (Dickson County), TN 37055
CN1002-011A
Contact Person: Jerry W. Taylor, Esq.
Phone: 615-726-1200

DEFERRED TO THE JUNE MEETING

Request of modification for extension of the expiration date for three (3) years from July 1, 2012 to July 1, 2015; a reduction in the number of operating rooms from three (3) to two (2) and procedure rooms from three (3) to one (1); reduction in project costs by \$4,201,823 from \$13,073,892 to \$8,872,069; and a reduction in square footage by 4,965 from 15,424 to 10,459 square feet. This project was approved on May 25, 2010 for the establishment of an ambulatory surgical treatment center (ASTC) with three (3) operating rooms and three (3) procedure rooms and to change the project's organizational form to permit physician ownership. Upon approval, CN0801-001A was surrendered which was for a similar facility at this site.

APPLICATIONS TO BE HEARD AT THE APRIL MEETING

Maury Regional Ambulatory Surgery Center, LLC
Unaddressed site at the intersection of Saturn Parkway
& Port Royal Road
Spring Hill (Maury County), TN 37174
CN1111-046

Contact Person: H. Alan Watson, Senior Vice
President/Chief Operating Officer
Phone: 931-380-4002

DEFERRED FROM THE FEBRUARY MEETING

The establishment of a multi-specialty ambulatory surgical treatment center (ASTC). The ASTC will include two (2) operating suites and two (2) procedure rooms, and will be managed and staffed by Vanderbilt University Medical Center. No major medical equipment will be involved. The proposed facility is to be located in a medical office building at the intersection of Saturn Parkway and Port Royal Road, South of Reserve Boulevard in Spring Hill, Tennessee in Maury County. A street address is not yet assigned to the property.

\$ 7,894,178.00

Interventional Pain Physicians Surgery Center
1177 Rock Springs Road, Suite 130
Smyrna (Rutherford County), TN 37167
CN1201-001

Contact Person: John L. Wellborn, Consultant
Phone: 615-665-2022

The establishment of a single-specialty ambulatory surgical treatment center (ASTC) in a medical office building. The facility will be licensed by the Department of Health as an ambulatory surgical treatment center limited to pain management, with one (1) surgical procedure room. The project does not contain major medical equipment or initiate or discontinue any other health service; and will not affect any facility's licensed bed complements.

\$ 844,622.00

GENERAL COUNSEL'S REPORT

Premier Orthopaedic Surgery Center
Nashville (Davidson County), TN
CN0211-116A

Contact Person: Kim H. Looney, Esq.
Phone No.: 615-850-8722

Request to remove condition related to the limitation of ownership. This project was approved on March 26, 2003 for the establishment of a two (2) operating room ambulatory surgical treatment center (ASTC) and the initiation of outpatient surgery services with the following condition: Services are to be limited to orthopaedic surgery procedures and pain management procedures that are directly related to orthopaedic procedures. The ownership of this entity is limited to the physicians and/or their equity interest and that of employees of the center. The facility is not allowed to expand beyond two (2) operating rooms and one (1) additional, non-sterile procedure room. The project cost was \$3,531,660.

APPLICATIONS TO BE HEARD AT THE MAY MEETING

Colonial Hills Nursing Center
2034 Cochran Road
Maryville (Blount County), TN 37803
CN1202-003
Contact Person: Cindy S. Cross, Sr. Director of
Legal Services
Phone No.: 423-473-5867

The renovation of a nursing home. The number of licensed beds will be reduced by 83 from 203 to 120. Private resident rooms will increase by 67 from 23 to 90 as a result of the project. No services will be initiated or discontinued and no major medical equipment is requested.
\$ 14,963,593.00

Memorial Hospital Ooltewah Satellite Cancer Center
with Linear Accelerator
Unaddressed site adjacent to 6400 Mountain View
Road
Ooltewah (Hamilton County), TN 37363
CN1202-004
Contact Person: Jane Lucchesi, Project Manager,
Strategic Planning
Phone No.: 423-495-8931

The establishment of a satellite hospital service to be called Memorial Ooltewah Satellite Cancer Center. The project includes the relocation, replacement and upgrade of a linear accelerator (LA) for the purpose of providing radiation therapy. If approved, the LA at the main campus will be decommissioned. The project involves new construction of 8,773 GSF and acquisition of a multifunctional LA. The project will not affect the licensed bed complement of Memorial Hospital or involve the discontinuance of a health care service.
\$ 10,216,658.00

Parkridge Medical Center
2333 McCallie Avenue
Chattanooga (Hamilton County), TN 37421
CN1202-005
Contact Person: Jerry W. Taylor, Esq.
Phone No.: 615-726-1200

1) The relocation of 16 of 25 currently licensed geriatric psychiatric beds to a new satellite campus to be called Parkridge Valley Adult Services, located at 7351 Standifer Gap Road, Chattanooga (Hamilton County), TN; 2) The conversion of remaining 9 geriatric beds to acute medical surgical beds to remain located at Parkridge Medical Center; and 3) the addition of 16 acute medical surgical beds to Parkridge Medical Center which has 275 licensed hospital beds at its main campus which will not increase if this application is approved. Parkridge Medical Center is a 519 bed general hospital licensed by the Tennessee Department of Health. It currently has 2 satellite locations. The net result of this application is that this site will operate as a general acute hospital with no psychiatric services on site.
\$ 1,010,500.00

Parkridge Valley Hospital
2200 Morris Hill Road
Chattanooga (Hamilton County), TN 37421
CN1202-006
Contact Person: Jerry W. Taylor, Esq.
Phone No.: 615-726-1200

1) The addition of 16 additional child and adolescent psychiatric beds to the 68 beds currently located on the satellite campus at 2200 Morris Hill Road, Chattanooga (Hamilton County), TN; and 2) The relocation of all 48 of its licensed adult psychiatric beds to a new campus site. The current licensed hospital bed complement at Parkridge Valley Hospital which is a satellite location of Parkridge Medical Center will decrease from 116 beds to 84 beds. Parkridge Medical Center and its satellite locations are licensed by the Department of Health. A 24 bed Mental Health Residential Treatment Facility licensed by the Department of Mental Health will also continue to operate at this site. The net result of this application is that only child and adult psychiatric beds will operate at this location.
\$ 143,000.00

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APPLICATIONS TO BE HEARD AT THE MAY MEETING

Parkridge Valley Adult Services
7351 Standifer Gap Road
Chattanooga (Hamilton County), TN 37421
CN1202-007
Contact Person: Jerry W. Taylor, Esq.
Phone No.: 615-726-1200

1) The relocation of 48 adult psychiatric beds from Parkridge Valley Hospital at 2200 Morris Hill Road, Chattanooga (Hamilton County), TN to a new campus to be called Parkridge Valley Adult Services, located at 7351 Standifer Gap Road, Chattanooga (Hamilton County), TN; and 2) the relocation of 16 geriatric psychiatric beds from Parkridge Medical Center located at 2333 McCallie Avenue, Chattanooga (Hamilton County), TN to the new Adult Services campus. Parkridge Valley Adult Services will operate as a 64 bed satellite hospital of Parkridge Medical Center. If this application is approved, it will add a 3rd satellite campus to license of Parkridge Medical Center. The net result of this application is that all adult (including geriatric) psychiatric services will operate at this site.
\$ 6,762,605.00

Horizon Medical Center Emergency Department
109 Natchez Park Drive
Dickson (Dickson County), TN 37055
CN1202-008
Contact Person: John L. Wellborn, Consultant
Phone No.: 615-665-2022

To establish a satellite emergency department facility located at its Natchez Medical Park campus approximately one-half mile south of Exit 172 on I-40. The project will be located at 109 Natchez Park Drive, Dickson (Dickson County), TN 37055 and will be physically connected to the diagnostic services in the Natchez Ambulatory Care Center that is currently operating at 101 Natchez Park Drive, Dickson (Dickson County), TN 37055. Horizon Medical Center is licensed as a 157-bed general hospital by the Tennessee Department of Health. The proposed satellite ED facility will provide the same full emergency diagnostic and treatment services as the main hospital, but will utilize the adjacent Natchez Ambulatory Care Center for diagnostic tests such as CT scanning, x-ray, and selected laboratory tests. The project does not contain major medical equipment, or initiate or discontinue any other health service, or affect any facility's licensed bed complements.
\$ 7,475,395.00

PCET Surgery Center
1128 East Weisgarber Road, Suite 110
Knoxville (Knox County), TN 37909
CN1202-009
Contact Person: John L. Wellborn, Consultant
Phone No.: 615-665-2022

The establishment of a single-specialty ambulatory surgical treatment center (ASTC) in a medical office building. Use of this facility will be limited to patients of Pain Consultants of East Tennessee, PLLC, an established physician practice that is moving to an office suite adjoining this project. The facility will be licensed by the Tennessee Department of Health as an ambulatory surgical treatment center limited to pain management with one (1) surgical procedure room and one (1) operating room. The project does not contain major medical equipment or initiate or discontinue any other health service; and it will not affect any facility's licensed bed complement.
\$ 1,396,681.00

(Continued on Next Page)

APPLICATIONS TO BE HEARD AT THE MAY MEETING

McKendree Village
4347 Lebanon Road
Hermitage (Davidson County), TN 37076
CN1202-010
Contact Person: Byron R. Trauger, Esq.
Phone No.: 615-256-8585

The addition of thirty (30)* Medicare skilled nursing facility nursing home beds to the 150 nursing home beds it currently operates. Upon Certificate of Need approval and the licensure of this project, McKendree Village will operate a 180 licensed bed nursing home facility. McKendree Village will provide Medicare/Medicaid skilled nursing facility services in these proposed 30 nursing home beds.
\$ 1,303,000.00

*Subject to the 2011-2012 Nursing Home Bed Pool.

GENERAL COUNSEL'S REPORT

Natchez Surgery Center
Dickson (Dickson County), TN 37055
CN1002-011A
Contact Person: Jerry W. Taylor, Esq.
Phone: 615-726-1200

DEFERRED FROM THE MARCH MEETING

Request of modification for extension of the expiration date for three (3) years from July 1, 2012 to July 1, 2015; a reduction in the number of operating rooms from three (3) to two (2) and procedure rooms from three (3) to one (1); reduction in project costs by \$4,201,823 from \$13,073,892 to \$8,872,069; and a reduction in square footage by 4,965 from 15,424 to 10,459 square feet. This project was approved on May 25, 2010 for the establishment of an ambulatory surgical treatment center (ASTC) with three (3) operating rooms and three (3) procedure rooms and to change the project's organizational form to permit physician ownership. Upon approval, CN0801-001A was surrendered which was for a similar facility at this site.

APPLICATIONS TO BE HEARD AT THE JUNE MEETING

Hemophilia Preferred Care of Memphis
852 South Cooper Street
Memphis (Shelby County), TN 38104
CN1201-002
Contact Person: William H. West, Esq.
Phone No.: 615-726-5600

The establishment of a home care organization to provide home health services limited to serving those patients suffering from hemophilia or similar blood disorders who are also patients of the pharmacy operated by Hemophilia Preferred Care of Memphis at 852 South Cooper Street, Memphis (Shelby County), TN. The service area will be Shelby County.
\$ 43,000.00

Collins Chapel Health & Rehabilitation Center
409 Ayers Street
Memphis (Shelby County), TN 38105
CN1202-011
Contact Person: William H. West, Esq.
Phone No.: 615-726-5600

The establishment of a nursing home with twenty-eight (28)* Medicare skilled nursing facility beds. Collins Chapel Connectional Hospital is a non-profit religious corporation affiliated with and a ministry of the Christian Methodist Episcopal Church. It proposes to establish this nursing home to provide skilled nursing facility services.
\$ 1,626,331.00
*These beds are subject to the 2011-2012 Nursing Home Bed Pool.

Rainbow Home Health, LLC
112 Frey Street
Ashland City (Cheatham County), TN 37015
CN1203-013
Contact Person: Joy Forshee, Acting DON
Phone No.: 580-212-7801 or 615-812-5156

The establishment of a home care organization to provide home health services in Cheatham County. The office is to be located at 112 Frey Street, Ashland City (Cheatham County), TN 37015.
\$ 27,950.00

Premier Radiology Edmondson Pike
789 Old Hickory Boulevard
Brentwood (Davidson County), TN 37027
CN1203-014
Contact Person: Robert Limyansky, Partner
Phone No.: 770-394-8465

The relocation of the ODC from 4928 Edmondson Pike, Nashville (Davidson County), TN 37211 to 789 Old Hickory Blvd, Brentwood (Davidson County), TN 37027. As part of the relocation, one (1) existing MRI scanner and one (1) existing CT scanner will be replaced. In addition to the MRI and CT scanning services currently offered, the facility will add equipment to provide radiographic/fluoroscopic imaging, ultrasound imaging, digital mammography, and bone densitometry.
\$ 4,005,878.00

Hearth, LLC
1800-A Rossville Avenue, Suite 7
Chattanooga (Hamilton County), TN 37408-1912
CN1203-015
Contact Person: E. Graham Baker, Jr., Esq.
Phone No.: 615-370-3380

The establishment of a home care organization to provide hospice services serving Bledsoe, Bradley, Hamilton, McMinn, Marion, Meigs, Polk, Rhea and Sequatchie Counties located at 1800A Rossville Avenue, Suite 7, Chattanooga (Hamilton County), TN 37408-1912.
\$ 487,000.00

<u>FACILITY</u>	<u>DOCKET #</u>	<u>DESCRIPTION</u>	<u>Meeting Date</u>
HealthSouth Rehabilitation Hospital of Williamson County Franklin, Williamson County CN102-059A	25.00-111868J	Appeal of Approval of CON	3/23/2011
East Tennessee Radiation Therapy Services Knoxville, Knox County CN1108-030A	25.00-115208J	Appeal of Approval of CON	12/14/2011
Middle Tennessee Rehabilitation Hospital, LLC Franklin, Williamson County CN102-055D	25.00-111868J	Appeal of Denial of CON	3/23/2011

Health Services and Development Agency

Members

Carl Koella
(Consumer, Speaker of the Senate)

Charlotte C. Burns
(Hospital)

Barrett G. Haik, M.D.
(Physician)

D. Lynn Johnson
(Consumer, Speaker of the House)

Robert Doolittle
(Consumer, Governor)

Gregory Lammert
(Home Care)

William Southwick
(Ambulatory Surgical Treatment Centers)

James L. Wright
(Nursing Home)

Keith Gaither, Designee
for Director of TennCare
Darin J. Gordon

Lisa Jordan, Designee
for Commerce & Insurance Commissioner
Julie Mix McPeak

Faye Weaver, Designee
for Comptroller
Justin Wilson

